



# INTERNATIONAL EGG AND POULTRY REVIEW

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## China accounts for 43% of world total output

According to the latest statistics from the FAO, Chinese poultry egg output accounted for 43.1% of the total global output in 2001, with egg output at 37.9%, ranking China first in the world. From 1998 to 2001, the number of layer farms rose from 1,060 to 1,250, up 18%. The top five provinces accounted for 70% of the total egg production for China.

Chinese poultry egg production has developed rapidly. Back in 1982 output was 2.81 million metric tons of which, commercial production accounted for 35%. Output topped 10 mmt in 1990 and doubled in 1998, reaching 21.38 mmt. In 2001, production amounted to 23.367 mmt of which, the commercial sector accounted for 41%. Last year witnessed further growth of 1%.

Fresh egg exports have been good, with the total at 885 million units shipped during the January-November 2002, with an export value at \$19.5449 million, up 71% and 29% respectively. Fresh eggs were mainly exported to Hong Kong, Macao and Oman, with export values of \$16.5 million, \$2.8 million and \$251,900 respectively, accounting for 99.4% of the total exports. The major exporting provinces are Guangdong, Hunan, Shandong and Henan, the combined total amounting to \$19.4 million.

Processed eggs, including preserved eggs and salted eggs are in a favorable balance of trade, with a good export situation. The accumulated net export value was \$16.1 million for the period of January – November 2002, up \$184,000. The top ten provinces for exports had combined exports valued at \$16.3 million, accounting for 99.2% of the total exports.

Source: International Egg Commission

### January-February Chicken Leg Quarter Exports

	Quantity in MT		Value in 1000 dollars	
	2002	2003	2002	2003
Angola	4,067	7,617	2,318	3,376
China	528	5,377	434	1,711
Cuba	3,941	9,312	2,902	3,899
Georgia	1,877	6,438	982	2,326
Guatemala	5,281	6,936	3,587	3,569
Hong Kong	3,457	739	1,711	425
Korea	13,400	15,164	7,889	8,292
Mexico	3,213	2,068	2,253	1,169
Poland	1,386	8,665	1,182	3,562
Romania	1,128	4,007	877	1,797
Russia	112,500	117,154	66,352	50,983
UAE	1,073	4,235	761	1,857
Turkey	3,929	7,945	1,420	2,280
World Total	181,489	238,257	110,022	105,099

Source: USDA/FAS

## FAPRI 2003 World Agricultural Outlook

The world broiler market benefited from recent Sanitary and Phytosanitary (SPS) challenges in other meats in the last several years. Recovery begins in 2003 and trade grows by 40.28% in the next decade, reaching 5.89 mmt (million metric tons) in 2012. Total broiler production increases by 10.15 mmt, 2.13% annually, reaching 55.87 mmt in 2012. Strong demand helps to strengthen price in 2003, which grows by .89%, ending at \$60.74 per 100 pounds.

Japanese imports recovered in 2002 as consumers shifted from beef to other meats, and growth is expected to continue at 1.84 %. Total imports increase in South Korea, Indonesia, and the Philippines from 92 to 217 tmt (thousand metric tons). Lifting of the NAFTA TRQ may boost Mexican imports, which are already increasing by 5.99 %. With some recovery in domestic production, Russian imports continue to grow at a slower pace, reaching 1.35 tmt in 2012. Saudi Arabia imports grow by 2.89%, reaching 517 tmt. Imports in China and Taiwan increase with WTO accession.

Despite rising levels of exports, the U.S. loses 6 points of market share. The EU loses 9 points, Brazil gains 14 points, aided by its depreciating currency and new production investments in the grain rich Center-West region. Productivity improvements, product innovation, and a shift to higher-valued products enable Thailand to expand its market share by 2 points despite the presence of low-cost competitors.

Classification issues on imported products raised EU broiler imports by 40.80% annually over the last three years. Aggressive promotion by low-cost exporters in the EU's traditional export market destination will slow down export growth. The EU's long-term prospects are not strong because of higher feed costs stemming from the MBM ban, animals welfare rules, and other environmental regulations.

<http://www.fapri.iastate.edu>

## The Former Yugoslav Republic of Macedonia Becomes 146th WTO Member

On 4 April 2003, the Former Yugoslav Republic of Macedonia (FYROM) became the newest Member of the WTO. The WTO's General Council approved the FYROM's accession package on 15 October 2002 beginning the final stage of an accession process that has taken nine years to complete. With the inclusion of the Former Yugoslav Republic of Macedonia, the WTO expands its membership to 146, though several potential Members — including Algeria, Nepal, Russian Federation, Saudi Arabia, Belarus, Ukraine, Cambodia, Uzbekistan and Viet Nam — are presently negotiating their accession.

Source: WTO Press Release, 4 April 2003.

**Inspected Egg Products-U.S. & Canada Export/Import Trade****U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Week Ending April 05, 2003	2003	2002/1	2003	2002
Liquid	196	501	2,529	4,814
Frozen	0	0	0	0
Dried	0	7	135	58
Total	196	508	2,664	4,872

**U.S. Imports From Canada, in Pounds (Preliminary)**

Week Ending April 05, 2003	2003	2002/1	2003	2002
Liquid	74	75	1,579	1,866
Frozen	89	11	1,169	1,093
Dried	40	79	207	1,096
Total	203	165	2,955	4,055

**Inspected Shell Eggs****U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Week Ending April 05, 2003	2003	2002/1	2003	2002
Jumbo	0	50	76	306
Extra Large	780	60	1,770	2,427
Large	90	1,860	5,743	22,119
Medium	2,970	180	15,222	15,193
Ungraded	0	11,460	1,470	16,410
Misc	570	30	2,982	5,674
Total	4,410	13,640	27,263	62,129

/1 Comparable Week, to-date figures may not total due to rounding.

Source: USDA/AMS Poultry Programs, Market News Branch in cooperation with Agriculture Canada, Poultry Development Division.

**LIVE POULTRY SLTRD UNDER INSPECTION** W/E 05-Apr-03

(PRELIMINARY)

**U.S. FOWL SLAUGHTERED DOMESTICALLY**

	LIGHT HENS	HEAVY HENS	TTL HENS
	THOUSANDS		
HEAD	1,801	1,347	3,148
LAST WEEK	1,980	1,391	3,371
SAME WEEK YR AGO	1,982	1,263	3,245
TO-DATE/2003	23,184	18,789	41,973
TO-DATE/2002	25,302	18,021	43,323

	LIGHT HENS	HEAVY HENS	TTL HENS
	THOUSANDS		
HEAD	331	0	331
LAST WEEK	239	0	239
SAME WEEK YR AGO	247	0	247
TO-DATE/2003	4,222	53	4,275
TO-DATE/2002	4,751	20	4,771

SOURCE: AGRICULTURE CANADA, PLTRY DEVELOPMENT DIV.

**TOTAL U.S. FOWL SLAUGHTERED IN THE U.S. AND CANADA**

	LIGHT HENS	HEAVY HENS	TTL HENS
HEAD	2,132	1,347	3,479
LAST WEEK	2,219	1,391	3,610
SAME WEEK YR AGO	2,229	1,263	3,492
TO-DATE/2003	27,406	18,842	46,248
TO-DATE/2002	30,053	18,041	48,094

SOURCE: USDA/AMS PLTRY PROGRAMS, MRKT NEWS BR.

**CENTRAL REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE CENTRAL REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

11-APRI-2003				
CHICKEN	PRICES	VOLUME		
	(Cents per Pound)			

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	-	-	-	-
WTD AVERAGE				

**CHICKEN, WITH SKIN ADDED**

PRICES VOLUME				
	(Cents per Pound)			

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	15.00	17.00	163,200	-
WTD AVERAGE	15.00	17.00		
15-20%				
RANGE	12.00-15.00	10.00-14.50	1,630,400	326,400
WTD AVERAGE	13.15	11.73		
20% OR MORE				
RANGE	-	11.00	20,400	-
WTD AVERAGE		11.00		

\* INCLUDES THE STATES of AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**EASTERN REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE EASTERN REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

11-APR-2003				
CHICKEN	PRICES	VOLUME		
	(Cents per Pound)			

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	-	-	-	-
WTD AVERAGE				

**CHICKEN, WITH SKIN ADDED**

PRICES VOLUME				
	(Cents per Pound)			

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	15.50-18.50	16.00	1,042,000	684,000
WTD AVERAGE	16.90	16.00		
15-20%				
RANGE	13.50-14.00	11.00-15.50	1,866,000	-
WTD AVERAGE	13.57	12.65		
20% OR MORE				
RANGE	-	13.00	80,000	-
WTD AVERAGE		13.00		

\* INCLUDES THE STATES of CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS AND BULK MEAT, FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 11 APRIL 2003.**

The market tone was steady to barely steady on tom breast meat, steady on fresh destrapped tenderloins and steady to barely steady on frozen destrapped tenderloins. Demand was light to instances fair with activity centered on frozen destrapped tenderloins. The undertone on 4-8 lb. breasts was steady to instances weak with packer label Grade As trading at lower trending price levels. Demand sluggish for the adequate to instances burdensome supplies. The undertone on institutional breasts was steady at best with some calling it just seasonal. The market on tom full-cut wings continued to weaken with trading noted at lower trending prices and tom necks were steady to barely steady, tom drums steady at best. Fresh Mechanically separated turkey for domestic shipments and frozen thigh meat for export traded at steady to lower prices. Trading of all items centered on a fair volume of 4-8 lb. breasts for domestic shipments, balance light. Fresh scapula traded at 64-66 cents delivered domestic. For export: fresh tom drums 19-19.50 and tom hand defatted gizzards 40 cents delivered.

**FRIDAY, APRIL 11, 2003****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
DRUMSTICKS, TOMS	19.00-20.25		19.54	240	20.18	544
WINGS FULL-CUT - TOMS	13.00-15.00		14.00	208	14.26	352
WINGS, V-TYPE, TOM TAILS						
MECHANICALLY SEPARATED 2/	14.50		14.50	104	17.27	1,092
THIGH MEAT - FROZEN	45.00-51.00		48.43	252	49.39	452

**THURSDAY, APRIL 10, 2003****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	20.00		20.00	40
WINGS FULL-CUT - TOMS	14.50-15.00		14.64	144
WINGS, V-TYPE, TOM TAILS				
MECHANICALLY SEPARATED 2/	18.00		18.00	416
THIGH MEAT - FROZEN	50.50		50.50	160

**WEDNESDAY, APRIL 09, 2003****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	20.00		20.00	160
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM TAILS				
MECHANICALLY SEPARATED 2/	17.25		17.25	572
THIGH MEAT - FROZEN		T	51.00	40

**TUESDAY, APRIL 08, 2003****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	22.00		22.00	104
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM TAILS		T	23.00	624
MECHANICALLY SEPARATED 2/		R	19.00	40
THIGH MEAT - FROZEN	51.00		51.00	40

**MONDAY, APRIL 07, 2003****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	F	20.82	304	
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM TAILS	T	23.00	624	
MECHANICALLY SEPARATED 2/	R	19.00	40	
THIGH MEAT - FROZEN	F	50.50	80	

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.

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